

County of Los Angeles CHIEF EXECUTIVE OFFICE

Kenneth Hahn Hall of Administration 500 West Temple Street, Room 713, Los Angeles, California 90012 (213) 974-1101 http://ceo.lacounty.gov

January 31, 2012

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, California 90012

Dear Supervisors:

ADOPTED

BOARD OF SUPERVISORS COUNTY OF LOS ANGELES

10 January 31, 2012

SACHI A. HAMAI EXECUTIVE OFFICER Board of Supervisors GLORIA MOLINA First District

MARK RIDLEY-THOMAS Second District

ZEV YAROSLAVSKY Third District

DON KNABE Fourth District

MICHAEL D. ANTONOVICH Fifth District

JOINT RESOLUTION BETWEEN THE CITY OF SANTA CLARITA AND THE COUNTY OF LOS ANGELES APPROVING AND ACCEPTING THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUE RESULTING FROM THE ANNEXATION OF UNINCORPORATED TERRITORY KNOWN AS COPPERSTONE TO THE CITY OF SANTA CLARITA (ANNEXATION 2010-10)

(FIFTH DISTRICT)

(3 VOTES)

SUBJECT

Adoption of the Joint Resolution for the annexation of unincorporated territory to the City of Santa Clarita.

IT IS RECOMMENDED THAT YOUR BOARD:

Adopt the Joint Resolution between your Board and the City Council of the City of Santa Clarita based on the negotiated exchange of property tax revenue, as a result of the proposed Annexation 2010-10 of approximately 69 acres of unincorporated territory known as Copperstone to the City of Santa Clarita.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTIONS .

The City Council of the City of Santa Clarita has adopted the attached Joint Resolution based on the negotiated exchange of property tax revenue resulting from the proposed annexation of unincorporated territory to the City of Santa Clarita. The territory consists of approximately 69 acres of uninhabited territory located at the northeast corner of Copper Hill Drive and Decoro Drive, along the northerly boundary of the City of Santa Clarita.

"To Enrich Lives Through Effective And Caring Service"

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In order for the Local Agency Formation Commission (LAFCO) for the County of Los Angeles to proceed with the required hearings on the proposed annexation, your Board, as the governing body of the County, must first adopt the Joint Resolution.

FISCAL IMPACT/FINANCING

The adopted Joint Resolution will transfer annually Ninety-Three Thousand Six Dollars (\$93,006) in base property tax revenue from the County General Fund to the City and will allocate a share, approximately 5.964 percent, of the annual property tax increment in each of the affected Tax Rate Areas from the County to the City, as contained in the Joint Resolution. An adjustment will be made to the County budget in the fiscal year following the year in which the annexation is approved.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Pursuant to Part 3, Title 5 of the California Government Code, commencing with Section 56000, the City of Santa Clarita adopted a resolution and filed an application with LAFCO to initiate proceedings for annexation of the subject territory to the City.

Section 99 of the California Revenue and Taxation Code (R & T Code) requires that prior to the effective date of any jurisdictional change, the governing bodies of all agencies whose service area or service responsibilities will be altered by such change must address the fiscal impacts of the proposed annexation by negotiating a reallocation of property tax revenue between the affected agencies, and approve and accept such reallocation by resolution. The City Council of the City of Santa Clarita has adopted the negotiated Joint Resolution, as required by Section 99 of the R & T Code.

The proposed territory to be annexed to the City of Santa Clarita is currently within the County of Los Angeles Road Maintenance District No. 5 (RMD No. 5), County Public Library system, County Lighting Maintenance District 1687 (CLMD 1687), and County Lighting District LLA-1, Unincorporated Zone (CLD-LLA-1, Unincorporated Zone), an assessment district. Upon annexation of the territory to the City, the territory will be detached from County RMD No. 5, withdrawn from CLMD 1687, excluded from CLD-LLA-1, Unincorporated Zone, and withdrawn from the County Public Library. In addition, the territory will be annexed to Santa Clarita Streetlight Maintenance District No. 1.

The City has agreed to accept the transfer of the County's Regional Housing Needs Assessment (RHNA) allocation of ten (10) units for this proposed annexation area. Government Code Section 65584.07(d) encourages counties and cities to reach a "mutually acceptable agreement" with respect to RHNA transfers for annexations.

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Adoption of the Joint Resolution by your Board will allow LAFCO to schedule the required public hearings to consider testimony on the proposed annexation. LAFCO will subsequently take action to approve, approve with changes, or disapprove the proposal for the annexation.

The Joint Resolution has been approved as to form by County Counsel.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Upon the effective date of the annexation, the City will become responsible for providing municipal services to the area within its jurisdiction.

CONCLUSION

At such time as the recommendation is approved by your Board, please return one copy of the letter and five signed originals of the resolutions to LAFCO, one approved copy of the letter and resolution to the Chief Executive Office, Office of Unincorporated Area Services, and one copy of the approved letter and a copy of the Joint Resolution to the Auditor-Controller, Tax Division.

Respectfully submitted,

WILLIAM T FUJIOKA Chief Executive Officer

WTF:RLR:DSP JT:acn

Attachments

c: Executive Office, Board of Supervisors
County Counsel
Assessor
Auditor-Controller
Sheriff
Animal Care and Control

Fire

Public Library Public Works

Regional Planning

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES AND THE CITY COUNCIL OF THE CITY OF SANTA CLARITA, APPROVING AND ACCEPTING THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUE RESULTING FROM THE ANNEXATION OF TERRITORY KNOWN AS ANNEXATION 2010-10 (COPPERSTONE) TO THE CITY OF SANTA CLARITA, WITHDRAWAL FROM COUNTY LIGHTING MAINTENANCE DISTRICT 1687, EXCLUSION FROM COUNTY LIGHTING DISTRICT LLA-1, UNINCORPORATED ZONE, DETACHMENT FROM COUNTY ROAD DISTRICT NO. 5, AND WITHDRAWAL FROM THE COUNTY PUBLIC LIBRARY SYSTEM

WHEREAS, the City of Santa Clarita initiated proceedings with the Local Agency Formation Commission for Los Angeles County (LAFCO) for the annexation of territory identified as Annexation 2010-10 to the City of Santa Clarita; and

WHEREAS, pursuant to Section 99 of the California Revenue and Taxation Code, for specified jurisdictional changes, the governing bodies of affected agencies shall negotiate and determine the amount of property tax revenue to be exchanged between the affected agencies; and

WHEREAS, the area proposed for annexation is identified as Annexation 2010-10 and consists of approximately 69 acres of unincorporated territory known as "Copperstone" located at the northeast corner of Copper Hill Drive and Decoro Drive, along the northerly boundary of the City of Santa Clarita; and

WHEREAS, the area is located within the boundaries of County Lighting Maintenance District 1687; and

WHEREAS, the City of Santa Clarita hereby agrees to the withdrawal of the proposed annexation territory from County Lighting Maintenance District 1687 and annexation to Santa Clarita Streetlight Maintenance District No. 1; and

WHEREAS, upon annexation of the proposed area to the City of Santa Clarita, the territory shall be withdrawn from County Lighting Maintenance District 1687 and annexed to Santa Clarita Streetlight Maintenance District No. 1; and

WHEREAS, the annexation area is also located within Çounty Lighting District LLA-1, Unincorporated Zone; and

WHEREAS, pursuant to Section 22613 of the California Streets and Highways Code, whenever any territory of an assessment district is included within a city by annexation or incorporation, that territory is thereby excluded from the assessment district; and

WHEREAS, upon annexation of the proposed area to the City of Santa Clarita, the territory will be automatically excluded from County Lighting District LLA-1, Unincorporated Zone; and

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Annexation 2010-10 (Copperstone)
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WHEREAS, effective July 1, 2011, the City of Santa Clarita has withdrawn from the County Public Library system and therefore, all unincorporated territory annexed to the City of Santa Clarita after that date will also be withdrawn from the County Public Library system.

WHEREAS, the Board of Supervisors of the County of Los Angeles, as governing body of the County and the County of Los Angeles Road District No. 5, County Lighting Maintenance District 1687, and County Lighting District LLA-1, Unincorporated Zone, and the City Council of the City of Santa Clarita, have determined the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation of the unincorporated territory identified as Annexation 2010-10, detachment from County Road District No. 5, withdrawal from County Lighting Maintenance District 1687, annexation to Santa Clarita Streetlight Maintenance District No. 1, exclusion from County Lighting District LLA-1, Unincorporated Zone, and withdrawal from the County Public Library system, is as set forth below:

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

- 1. The City of Santa Clarita agrees that it will bear the full responsibility for the street lighting and lighting maintenance services in the proposed annexation area upon the withdrawal of the annexation territory from County Lighting Maintenance District 1687 and exclusion of the territory from County Lighting District LLA-1, Unincorporated Zone.
- 2. The negotiated exchange of property tax revenue between the County of Los Angeles and the City of Santa Clarita, resulting from Annexation 2010-10 is approved and accepted.
- 3. For fiscal years commencing on or after July 1, 2012, or the July 1 after the effective date of this jurisdictional change, whichever is later, property tax revenue received by County Road District No. 5, attributable to Annexation 2010-10, shall be transferred to the County of Los Angeles, and the County Road District No. 5 share in the annexation area shall be reduced to zero.
- 4. For fiscal years commencing on or after July 1, 2012, or the July 1 after the effective date of this jurisdictional change, whichever is later, the tax-sharing ratio received by County Lighting Maintenance District 1687 attributable to Annexation 2010-10 in the annexation area shall be reduced to zero.
- 5. For fiscal years commencing on or after July 1, 2012, or the July 1 after the effective date of this jurisdictional change, whichever is later, property tax revenue received by the County Public Library, attributable to Annexation 2010-10, shall be transferred to the City-Santa Clarita Library Fund, and the County Public Library's share in the annexation area shall be reduced to zero.
- 6. For each fiscal year commencing on or after July 1, 2012, or the July 1 after the effective date of this jurisdictional change, whichever is later, Ninety-Three Thousand and Six Dollars (\$93,006) in base property tax revenue shall be transferred from the County of Los Angeles to the City of Santa Clarita.
- 7. For fiscal years commencing on or after July 1, 2012, or the July 1 after the effective date of this jurisdictional change, whichever is later, the following ratios of annual property tax increment attributable to each respective Tax Rate Area in the Annexation

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2010-10 territory shall be transferred from the County of Los Angeles to the City of Santa Clarita as shown below and the County's share shall be reduced accordingly:

Tax Rate Area	Annual Tax Increment Ratio Transfer to the City
14032	0.059641048
14033	0.059641048
14034	0.059641048
14035	0.059641048
14667	0.059641048
14668	0.059641048

8. In the event that all or a portion of the annexation area is included within a redevelopment project pursuant to California Community Redevelopment Law, Health & Safety Code Sections 33000 et seq., the City of Santa Clarita shall not adopt the ordinance approving the redevelopment plan with respect to the annexed area until such time as the Redevelopment Agency of the City of Santa Clarita has diligently and in good faith complied with all applicable provisions of the California Community Redevelopment Law, including but not limited to, Health & Safety Code Section 33670 or any other relevant provision of the law. Any ordinance approving a redevelopment project which does not comply with this paragraph shall be void and of no effect with regard to the subsequent allocation and distribution of taxes to the Redevelopment Agency.

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PASSED, APPROVED AND ADOPTED this <u>13th</u> day of <u>December</u>, <u>2011</u> by the following vote:

AYES: McLean, Weste, Ferry, ABSENT: None

Kellar, Ender

NOES: None

ABSTAIN: None

Mayor

City of Santa Clarita, California

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ATTEST:

City Clerk

City of Santa Clarita

(Signed in Counterpart)

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The foregoing resolution was on the 31 day of January, 20/2, adopted by the Board of Supervisors of the County of Los Angeles and ex officio the governing body of all other special assessment and taxing districts, agencies and authorities for which said Board so acts.



SACHI A. HAMAI, Executive Officer Clerk of the Board of Supervisors of the County of Los Angeles

helle Smitherman

APPROVED AS TO FORM:

ANDREA SHERIDAN ORDIN

County Counsel

Deputy

(Signed in Counterpart)